

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 1911 - SB 1736

March 2, 2011

SUMMARY OF BILL: Prohibits lenders from charging an interest rate greater than 100 percent on any transaction falling within the definition of a “payday loan.” Defines a “payday loan” as a short term cash loan or funds provided to an individual in anticipation of future receipt of wages.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- According to the Department of Financial Institutions, the terms “short term cash loan or funds” are not defined. As a result, it is difficult to determine the exact fiscal impact of implementation.
- The Department will implement and regulate the proposed legislation through the investigation of complaints. Any cost can be accommodated within existing resources without an increased appropriation or reduced reversion.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink, reading "James W. White".

James W. White, Executive Director

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